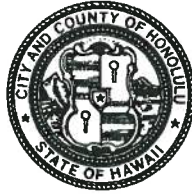


DEPARTMENT OF BUDGET AND FISCAL SERVICES
CITY AND COUNTY OF HONOLULU
530 SOUTH KING STREET, ROOM 208 • HONOLULU, HAWAII 96813
PHONE: (808) 768-3900 • FAX: (808) 768-3179 • INTERNET: www.honolulu.gov



KIRK CALDWELL
MAYOR

NELSON H. KOYANAGI, JR.
DIRECTOR

GARY T. KUOKAWA
DEPUTY DIRECTOR

January 10, 2014

The Honorable Ernest Y. Martin, Chair
and Members
Honolulu City Council
530 South King Street, Room 202
Honolulu, Hawaii 96813

Dear Chair Martin and Councilmembers:

SUBJECT: Amended Nineteenth (19th) Year Action Plan
Community Development Block Grant (CDBG), HOME Investment
Partnerships (HOME), HEARTH Act Emergency Solutions Grants
(HESG), and Housing Opportunities for Persons With AIDS (HOPWA)
Programs

Pursuant to Sections 1-8.2 and 1-8.3 of the Revised Ordinances of Honolulu (ROH) 1990, we are submitting, for City Council review and approval, the attached proposed resolution and a list of projects reviewed for funding from reprogrammed CDBG funds for inclusion in the Amended Nineteenth (19th) Year Action Plan.

The approval is necessary in order to help the City meet the U.S. Department of Housing and Urban Development's (HUD) May 2, 2014, timeliness test. Once the Amended Nineteenth (19th) Year Action Plan is approved via adoption of this resolution, we will submit it to HUD for their approval.

Your favorable consideration of this resolution will be appreciated. If you have any questions concerning this matter, please call me at 768-3901.

Sincerely,

A handwritten signature in black ink, appearing to read "Nelson H. Koyanagi, Jr.", is written over a horizontal line.

Nelson H. Koyanagi, Jr.
Director

Enclosures

APPROVED:

A handwritten signature in black ink, appearing to read "Ember Lee Shinn", is written over a horizontal line.

Ember Lee Shinn
Managing Director

cc: Department of Community Services

2014 JAN 10 PM 4:32
RECEIVED
CITY CLERK
& C OF HONOLULU



RESOLUTION

APPROVING AN AMENDMENT TO THE CITY AND COUNTY OF HONOLULU'S NINETEENTH (19th) YEAR ACTION PLAN FOR COMMUNITY DEVELOPMENT BLOCK GRANT, HOME INVESTMENT PARTNERSHIPS, EMERGENCY SOLUTIONS GRANTS AND HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS PROGRAM FUNDS, AND AUTHORIZING ITS SUBMITTAL TO THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT.

WHEREAS, Section 1-8.2 of the Revised Ordinances of Honolulu 1990, as amended, requires prior City Council review and approval of any intergovernmental agreement or any amendments thereto, which places an obligation upon the City and County of Honolulu (hereinafter referred to as the City) or any department or agency; and

WHEREAS, said Section 1-8.2 further requires prior City Council review and approval of any application or any amendment thereto, relating to the carrying out of an intergovernmental agreement; and

WHEREAS, Section 1-8.3 of the Revised Ordinances of Honolulu 1990 (ROH), as amended, further requires prior City Council review and approval of any Annual Action Plan prepared by a city agency relating to Community Planning and Development (CPD) formula entitlement monies; and

WHEREAS, on December 11, 2013, the City Council adopted Resolution 13-251, CD1, FD1, amending the City and County of Honolulu's Consolidated Plan for Program Years 2011 – 2015 (Consolidated Plan), which established a city policy on the use of CDBG funds to be reprogrammed in the event that the alternate list is exhausted and/or it is determined that the projects on the alternate list are not feasible for funding in a timely manner or other issues are encountered, which will jeopardize current and/or future HUD entitlement programs funding; and

WHEREAS, said amended Action Plan Process allows the City the option to re-direct funds to the following activities:

- Increased funding for projects selected under the current-year Action Plan or previously selected under a prior year Action Plan, where the funds can be spent within twelve (12) months after contract amendment;
- Capital Improvement Projects undertaken by the City that: (1) fulfill the CDBG National Objective of principally benefiting low and moderate



RESOLUTION

income persons; (2) are identified in the City budget; and (3) require additional funding;

- Property acquisition projects either by the City or by non-profit subrecipients that fulfill either the CDBG National Objective of principally benefiting low and moderate income persons or HOME program eligibility requirements;
- Capital Improvement or Acquisition Projects on prior year Alternate Lists that have the requisite approvals and permits in place and are ready for construction so that CDBG funds can be spent within twelve (12) months upon contract execution; or
- Other Projects which have previously completed a Competitive Selection process, within the last two years, conducted by the City and County of Honolulu that have the requisite approvals and permits in place and are ready for construction so that CDBG funds can be spent within twelve (12) months upon contract execution.

WHEREAS, on December 24, 2013, the City requested information from various non-profit agencies, that meet the above Action Plan Process requirements, to determine whether the agency has a project that meet the CDBG National Objective of principally benefiting low and moderate income persons and is able to expend the funds by April 15, 2014; and

WHEREAS, on January 8 and 9, 2014, a Review Committee, consisting of staff from the Department of Budget and Fiscal Services and Department of Community Services, completed a review of projects for funding under the Action Plan Process; and

WHEREAS, a list of projects reviewed for inclusion in the proposed amended Action Plan which will be submitted to HUD, is attached hereto as Exhibit A; and

WHEREAS, pursuant to ROH Section 1-8.3, the City Council may approve the Action Plan by resolution; now, therefore,

BE IT RESOLVED by the Council of the City and County of Honolulu that the amended Action Plan is hereby approved; and

BE IT FURTHER RESOLVED that the Mayor, or his designee, is authorized to:



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

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RESOLUTION

1. Execute and submit the amended Action Plan to HUD;
2. Accept, disburse, and expend CDBG, HOME, ESG, and HOPWA program funds for the projects and activities identified in the amended Action Plan, as approved by HUD;
3. Execute such assurances, representations, or certifications as are required by HUD;
4. Furnish such additional information, data, and reports as may be required by HUD;
5. Execute grant agreements on behalf of the City and County of Honolulu with HUD; and
6. Execute any incidental or related amendments, agreements or documents in furtherance of the amended Action Plan or grant agreement, including but not limited to any subrecipient agreements with governmental and nongovernmental subrecipients; and

BE IT FURTHER RESOLVED that the Mayor is hereby directed to advise the City Council in writing of any changes to the Action Plan and the approval or denial of the amended and resubmitted Action Plan by HUD, and further, to forward to the City Council a copy of HUD's letter of approval or denial; and



CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

No. _____

RESOLUTION

BE IT FINALLY RESOLVED that copies of this Resolution be transmitted to the Department of Community Services and the Department of Budget and Fiscal Services.

INTRODUCED BY:

DATE OF INTRODUCTION:

Honolulu, Hawaii

Councilmembers

City Set-Aside

Agency	Project Name	Requested Amount	Score	Comments
Dept. of Prosecuting Attorney	Family Justice Center	\$ 6,780,000		The project requires a National Environmental Policy Act (NEPA) Environmental Assessment (EA).

Agency	Project Name	Requested Amount	Score	Comments
EAH-Vitus Group, Inc.	Hibiscus Hill	\$ 10,000,000	29	
Kokua Kalihi Valley Comprehensive Family Services	Gulick Elder Center Rehabilitation	\$ 274,800	28	Resubmitted request included additional components that may be ineligible.
Kapiolani Medical Center For Women and Children	KMCWC Phase 1 Renovation	\$ 1,300,000	28	<p>Con Plan criteria needs to be confirmed.</p> <p>The project completed a Chapter 343 Environmental Assessment (EA); however a completed NEPA EA is required.</p> <p>Initial proposal stated that historically 51% of the clients were Medicaid eligible. Exhibit A requested how agency intends to meet and document compliance; however, the resubmitted request did not provide a response to this question (ex. provide a sample intake form).</p> <p>Exhibit A requested information on the procurement of services to be funded with CDBG; however, only their procurement policy was submitted. Additional follow up may be required.</p>
St. Francis Health Care Foundation Hawaii	Commercial Kitchen Renovation	\$ 3,100,000	27	The project would need to be limited to only seniors or persons meeting the Census definition of severely disabled in order to meet the presumed benefit National Objective. If not limited to the aforementioned groups, certification on family size and income of its clients will be required.
Wahiawa General Hospital	Phase 2 Parking Area Upgrade	\$ 1,082,100	27	Resubmitted request included additional components that may be ineligible.
Gregory House Programs	Gregory House Renovation Phase 2	\$ 525,000	26	Resubmitted request included additional components that may be ineligible.
Sutter Health Care Pacific (Kahi Mohala Hospital)	Hospital Admissions Area Renovation	\$ 675,000	26	Resubmitted request included additional components that may be ineligible.
Hoomau Ke Ola	Lahilahi Solar Power Plus	\$ 137,000	25	Resubmitted request included additional components that may be ineligible.
EAH-Hui Kauhale, Inc.	Kapolei Low-Income Elderly Apartments	\$ 4,600,000	16	The project requires a NEPA Environmental Assessment (EA).
Wahiawa Community Based Development Organization	Whitmore Agribusiness Hub Project	\$ 1,279,953	16	More information needed to determine if the project requires a NEPA Environmental Assessment (EA).
Mental Health Kokua	Safe Haven Transitional Housing Renovation	\$ 315,000	13	More information needed to determine if the project requires a NEPA Environmental Assessment (EA).
Pacific Gateway Center	Affordable Housing Initiative II	\$ 9,980,000	11	More information needed to determine if the project requires a NEPA Environmental Assessment (EA).

Exhibit A